

TENNESSEE GENERAL ASSEMBLY
FISCAL REVIEW COMMITTEE



FISCAL NOTE

HB 333 – SB 515

March 20, 2019

SUMMARY OF BILL: Extends from July 1, 2019, to July 1, 2023, the “Tennessee Department of Transportation (TDOT) Contracts for Construction Manager/General Contractor Services Pilot Program”. Removes the requirement that legislative proposals to re-enact or extend the program be referred to the Senate Transportation and Safety Committee (STSC) and House Transportation Committee (HTC), and removes the reporting requirement for TDOT to submit a detailed report to the STSC and the HTC by February 1, 2019.

ESTIMATED FISCAL IMPACT:

NOT SIGNIFICANT

Assumptions:

- Pursuant to Public Chapter 366 of Public Acts 2013, this pilot program authorized the Commissioner of TDOT to conduct studies to evaluate the benefits of procuring contracts for the services of a construction manager/general contractor in the development and construction of transportation projects.
- Pursuant to Tenn. Code Ann. § 54-1-503(a), the Commissioner may select up to a total of three projects for the use of the Construction Manager/General Contractor Services method of project delivery pursuant to the pilot project.
- According to TDOT, the Department is currently underway on the third project using this project delivery method and the funding of the project has been approved.
- While the provisions of this legislation extend the use of the project delivery method, it does not authorize TDOT to use this method for any additional projects. As a result, extending the pilot program by four additional years will not result in any significant fiscal impact to state or local government.

CERTIFICATION:

The information contained herein is true and correct to the best of my knowledge.

A handwritten signature in black ink that reads "Krista Lee Carsner".

Krista Lee Carsner, Executive Director

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